2007-05288/

Government of Canada Securities

A Publication of the Department of Finance

April 2005

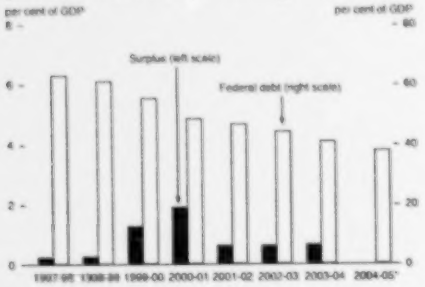
Canadian Economy

Selected Canadian economic statistics

	2003	2004			
	Q4	Q1	Q2	Q3	Q4
Annualized growth rates		(per cent)			
Real gross domestic product	3.3	2.7	3.9	2.9	1.7
Final domestic demand	2.3	5.2	2.4	3.5	4.4
Employment growth	3.6	1.1	2.0	1.3	1.7
Other					
Unemployment rate	7.5	7.4	7.2	7.1	7.1
Current account balance (percentage of GDP)	2.2	2.6	3.4	2.6	1.9

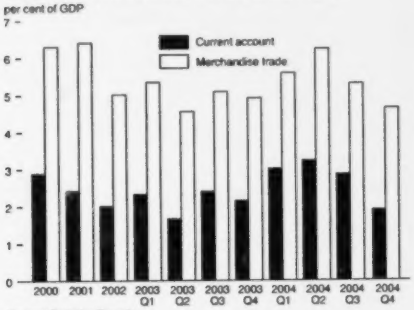
Source: Statistics Canada.

Government of Canada debt (accumulated deficit) and budgetary balance



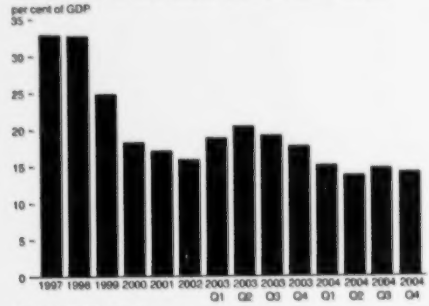
* Estimate (*The Budget Plan*, 2005).
Source: Department of Finance.

Canada's current account balance and merchandise trade balance



Source: Statistics Canada.

Canada's net international liabilities



Source: Statistics Canada.

Upcoming economic data releases of interest

April

March CPI
(April 22)

February GDP
(April 29)

May

April Labour Force Survey
(May 6)

April CPI
(May 20)

March GDP
(May 31)

National Economic and Financial Accounts
January-March 2005
(May 31)

June

May Labour Force Survey
(June 10)

May CPI
(June 24)

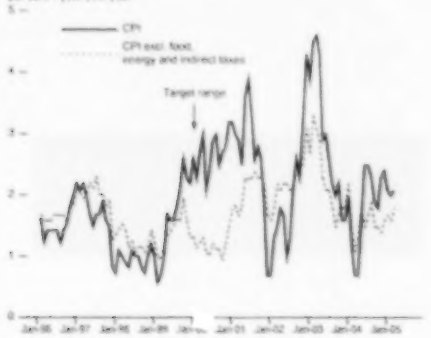
April GDP
(June 30)

Canada

Government of Canada Securities

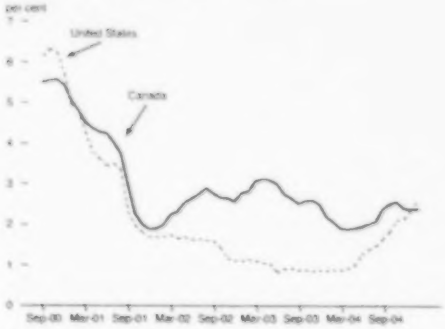
Canadian Economy

Consumer price index


per cent – year over year
CPI
CPI excl. food, energy and indirect taxes
Target range
Jan-96 Jan-97 Jan-98 Jan-99 Jan-00 Jan-01 Jan-02 Jan-03 Jan-04 Jan-05

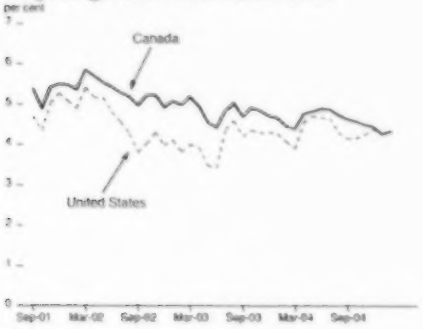
Source: Statistics Canada

3-month Treasury bill rates



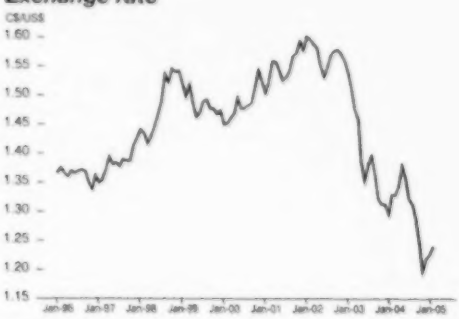
Sources: Bank of Canada and Federal Reserve

10-year government bond rates



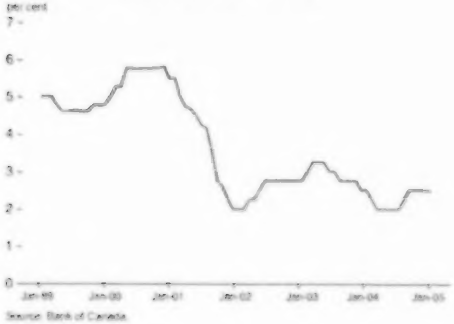
Sources: Bank of Canada and Federal Reserve

Exchange rate



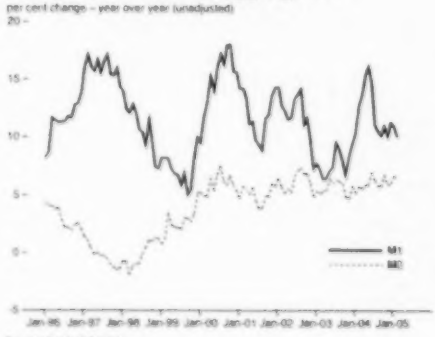
Source: Bank of Canada

Overnight money market rate



Source: Bank of Canada

Canadian monetary aggregates

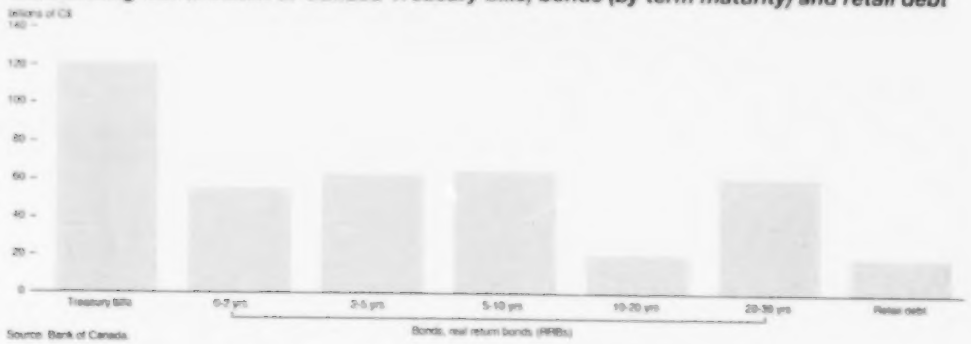


Source: Bank of Canada

Government of Canada Securities

Primary Market

Outstanding Government of Canada Treasury bills, bonds (by term maturity) and retail debt



Source: Bank of Canada.

Recent Government of Canada bond auction results

Auction date	Term	Maturity date	Coupon rate	Issue amount	Average price	Average yield	Auction coverage*	Tail**
	(years)		(%)	(millions of dollars)		(%)		(basis points)
March 16, 2005	2	June 1, 2007	3	2,500	99.480	3.245	2.341	0.3
March 2, 2005	30	December 12, 2036	3***	300	118.278	2.197	3.025	n.a.
February 16, 2005	5	September 1, 2009	4	2,000	101.147	3.768	2.319	0.5
February 2, 2005	10	June 1, 2015	4.5	2,100	101.405	4.329	2.212	0.3
January 12, 2005	30	June 1, 2037	5	1,400	102.896	4.822	2.215	0.7

* Coverage is defined as the ratio of total bids at auction to the amount auctioned.

** Tail is defined as the high accepted yield minus the average yield.

*** Real return bond.

Source: Bank of Canada.

Government of Canada bond auctions

Type of issue	Auction date (2005)	Further details of issue (2005)	Dated and delivered (2005)	Amount maturing*
				(millions of dollars)
10-year auction	May 4	April 28	May 9	0
5-year auction	May 18	May 12	May 24	0
30-year RRB auction	June 1	May 26	June 6	0
2-year auction	June 8	June 2	June 10	0

In addition, this quarter six operations are planned under the Government of Canada bond repurchase program. Three repurchase operations are being held in conjunction with each nominal bond auction, and three switch repurchase operations are taking place: one on April 6 in the 30-year sector, one on April 21 in the 5-year sector and one on June 16 in the 10-year sector. Further details are released on the Thursday prior to these operations. The target amount for repurchase this quarter is $2.6 billion.

*Maturity of $6.5 billion on June 1, 2005.

Source: Bank of Canada.

Government of Canada Securities

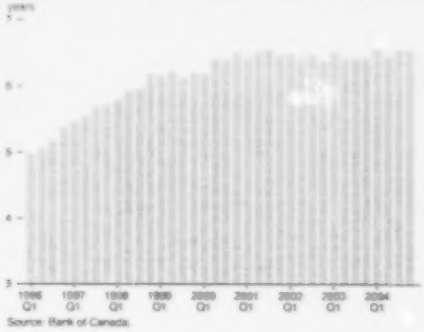
Primary Market

Government of Canada bond market benchmarks

Term	Maturity	Coupon	Amount outstanding	Yield (Mar. 31, 2005)
		(%)	(millions of dollars)	(%)
Fixed-coupon				
2-year	June 1, 2007	3.00	5,600	3.28
5-year	Sept. 1, 2009	4.25	10,100	3.76
10-year	June 1, 2014	5.00	10,867	4.34
30-year	June 1, 2033	5.75	13,410	4.73
Real return				
30-year	Dec. 1, 2026	4.25	5,250	2.02

Source: Department of Finance.

Average term to maturity of Government of Canada marketable debt



Source: Bank of Canada.

Upcoming Government of Canada marketable bond maturities

April-June 2005	July-September 2005	October-December 2005	January-March 2006
	(millions of dollars)		
6,480	9,331	9,562	267

Outstanding Government of Canada foreign currency debt

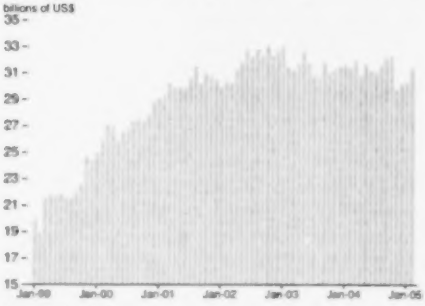
	(C$ millions)*
Canada bills	1,711
Canada notes	1,173
Outstanding under EMTN program	1,724
6¾% US$ bonds maturing July 21, 2005	1,803
6¾% US$ bonds maturing August 28, 2006	1,202
6¾% NZ$ bonds maturing October 3, 2007	432
4¾% EUR bonds maturing July 7, 2008**	3,331
5¾% US$ bonds maturing November 5, 2008	3,005

* At par value, adjusted for exchange rates as of December 31, 2004.

**Original issue of Deutsche Marks was redenominated into euros on February 19, 1999.

Source: Bank of Canada.

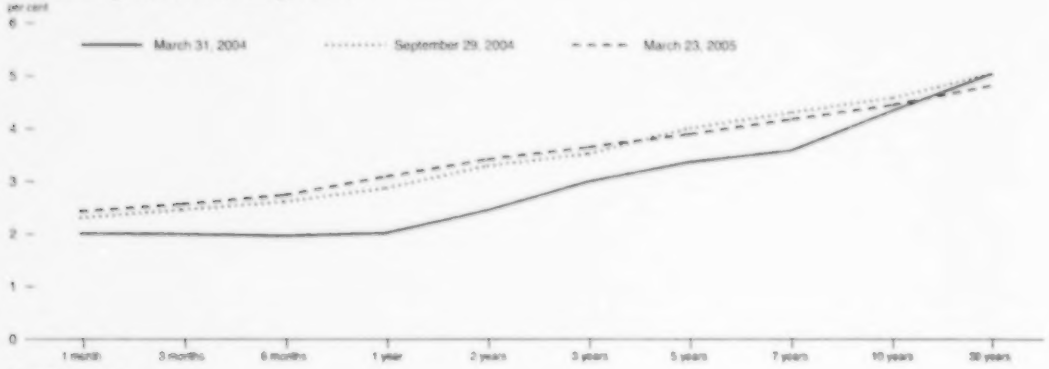
Canada's level of liquid foreign reserves



Source: Bank of Canada.

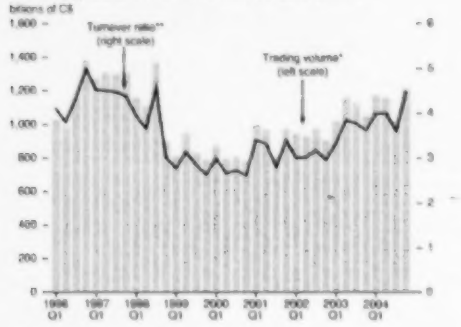
Secondary Market

Canadian yield-to-maturity curve



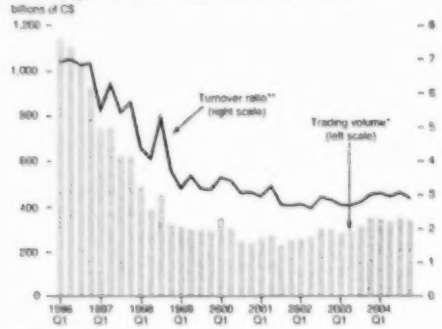
Source: Bank of Canada

Government of Canada bonds trading volume and turnover ratio



*Trading volume is total trading volume in each quarter.
**Turnover ratio = total trading volume in each quarter/stock.
Source: Bank of Canada.

Government of Canada Treasury bills trading volume and turnover ratio



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Source: Bank of Canada.

Government securities distributors

- Bank of Montreal (Treasury bills only)
- Beacon Securities Limited
- BMO Nesbitt Burns Inc. (marketable bonds only)
- Canaccord Capital Corp.
- Canadian Imperial Bank of Commerce (Treasury bills only)
- Casgrain & Company Limited
- CIBC World Markets Inc. (marketable bonds only)
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- Deutsche Bank Securities Limited
- Golden Capital Securities Limited
- HSBC Bank Canada
- Laurentian Bank Securities Inc.
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- J.P. Morgan Securities Canada Inc.
- National Bank Financial Inc.
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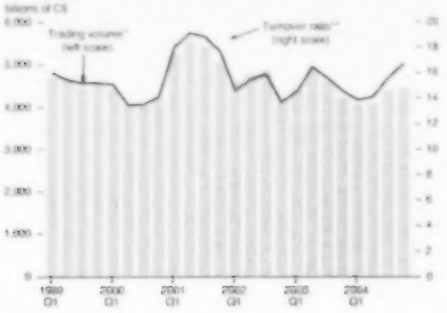
- The Toronto-Dominion Bank

Government of Canada Securities

Secondary Market

Government of Canada bond repos trading volume and turnover ratio



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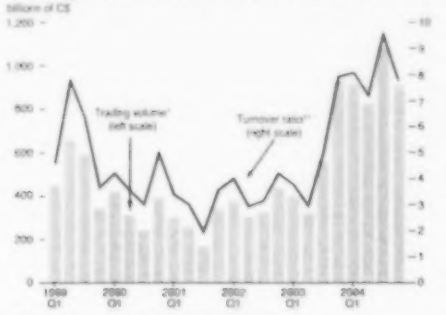
Government of Canada Treasury bill repos trading volume and turnover ratio



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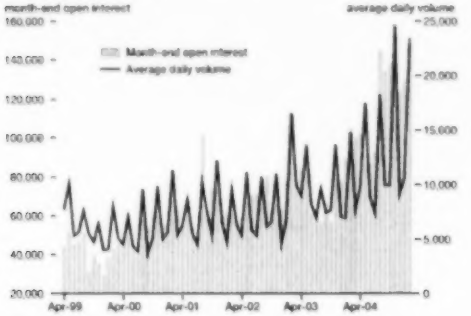
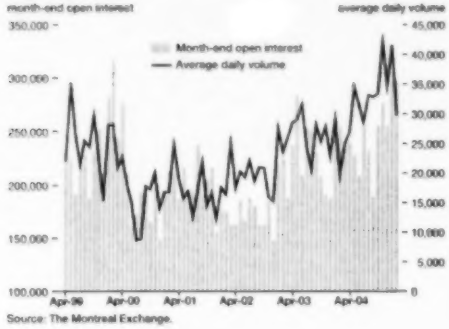
10-year Government of Canada bond futures



Source: The Montreal Exchange.

3-month bankers acceptance futures



Source: The Montreal Exchange.

Government of Canada long-term credit ratings

	Standard & Poor's Current	Moody's Investors Service Current	Dominion Bond Rating Service Current
Domestic debt – Trend	**AAA** Stable	**Aaa** Stable	**AAA** Stable
Foreign debt – Trend	**AAA** Stable	**Aaa** Stable	**AAA** Stable

This publication is also available on the Internet at www.fin.gc.ca.
Except as noted, the information in *Government of Canada Securities* is based upon data available as of March 31, 2005.
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